

STATE OF FLORIDA



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DIVISION OF ENGINEERING
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DIRECTOR
(850) 413-6910

Public Service Commission

June 1, 2016

Mr. Troy Rendell
North Charlotte Waterworks, Inc.
4939 Cross Bayou Blvd.
New Port Richey, FL 34652

Re: Docket No. 160058-WS – Application for approval of transfer of Sun River Utilities, Inc. water and wastewater systems and Certificate Nos. 611-W and 527-S in Charlotte and DeSoto Counties to North Charlotte Waterworks, Inc.

Dear Mr. Rendell:

We have reviewed North Charlotte Waterworks, Inc.'s (Utility) application submitted on March 14, 2016. After reviewing this information, we find this application to be deficient. The specific deficiencies are identified below:

Deficiencies

1. **Assets and Liabilities.** Rule 25-30.037(2)(j)(3), Florida Administrative Code (F.A.C.) requires a list of and the dollar amount of the assets and liabilities assumed or not assumed of non-regulated operations or entities. Please provide a list of the specific assets and liabilities including the dollar amounts allocated to each.
2. **Land Lease.** Rule 25-30.037(2)(s), F.A.C., requires evidence that the utility owns the land upon which the utility treatment facilities are located, or a copy of an agreement which provides for the continued use of the land, such as a 99-year lease. Staff has reviewed the Utility's description of attempts made to change the 3-year lease to a 99-year lease, including the Utility's letter dated April 12, 2016, sent to Mr. Khalil Saab. Please provide a 99-year lease, or an explanation of any further attempts that the Utility has undergone in an attempt to obtain a 99-year lease, including an estimate of the additional time required to obtain this lease.

Other Information

1. **Department of Environmental Protection (DEP) Radium Violation.** Staff has reviewed the DEP Compliance Assistance Offer dated April 4, 2016, as filed April 22, 2016. The DEP required the Utility to submit a Certification of Delivery of Public Notice, as well as a response with either a description of the resolution or a request for a case manager visit. Please provide a copy of these responses to DEP.

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- 2. System Maps.** Please provide detailed system maps showing: (1) the location and size of the Utility's distribution and collection lines as well as its plant sites; and (2) the location and respective classification of the Utility's customers. Please provide the map in electronic form, if available.

We will be unable to proceed with the transfer process until the deficiencies identified in this letter have been corrected and the additional requested information is provided. These corrections should be submitted as soon as possible, but no later than July 1, 2016, to the following address:

Office of Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Should you have any questions concerning the information in this letter, please feel free to contact Mr. Adam Hill by phone at (850) 413-6425 or email ahill@psc.state.fl.us for technical questions, or the Commission attorney on this matter, Ms. Kyesha Mapp by phone at (850) 413-6230 or email kmapp@psc.state.fl.us for legal questions. Please include the docket number on all submissions to the Commission Clerk.

Sincerely,



Tom Ballinger, Director
Division of Engineering

TB:pz

cc: Office of Commission Clerk (DN 160058-WS)
Division of Engineering (A. Hill)
Office of the General Counsel (K. Mapp)